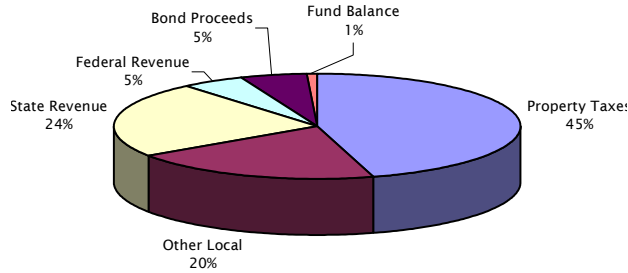
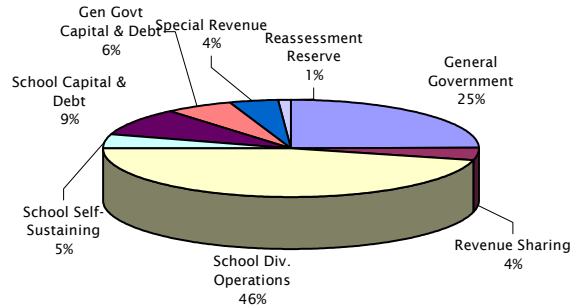


BUDGET AT A GLANCE

FY 07/08 RECOMMENDED REVENUES
\$315,405,892



FY 07/08 RECOMMENDED EXPENDITURES
\$315,405,892



ALL FUNDS SUMMARY

(\$ in millions)

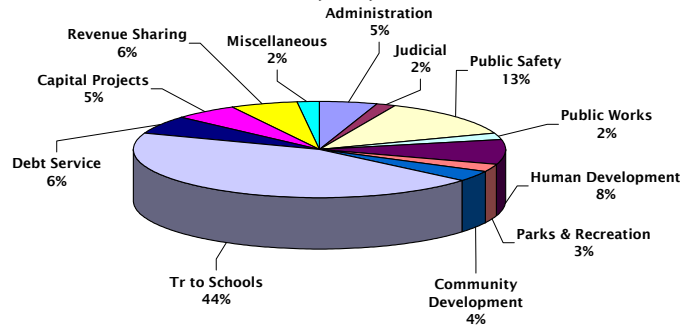
	Budget FY 06/07	Recommended FY 07/08	\$ Inc/Dec	% Inc/Dec
General Fund	\$71.0	\$78.0	\$7.0	9.9%
School Division	137.6	145.5	7.9	5.7%
School Self-Sustaining	14.4	15.0	0.5	3.6%
Debt Service Funds	13.8	14.7	0.9	6.8%
Special Revenue Funds	12.6	12.9	0.3	2.3%
TOTAL-Operating	\$249.5	\$266.1	\$16.7	6.7%
Capital Projects	39.0	32.6	(6.5)	-16.6%
Revenue Sharing	10.1	13.2	3.1	30.4%
Reassessment Reserve	0.0	3.5	3.5	
Total Budget	\$298.6	\$315.4	\$16.8	5.6%

NOTE: Totals are net of transfers.

<u>TAX RATES</u>		<u>GENERAL INFORMATION</u>	
Real Estate Tax*	\$0.74	Area	726 sq. mi.
Personal Property Tax*	\$4.28	Population (2006)	90,806
Machinery & Tools*	\$4.28	Median Family Income (2005)	\$77,297
Meals Tax	4.00%	Unemployment Rate (2005)	2.2%
* Per \$100 assessed value			

NOTE: Totals may not agree due to rounding

**FY 07/08 RECOMMENDED
GENERAL FUND EXPENDITURES
\$225,878,094**

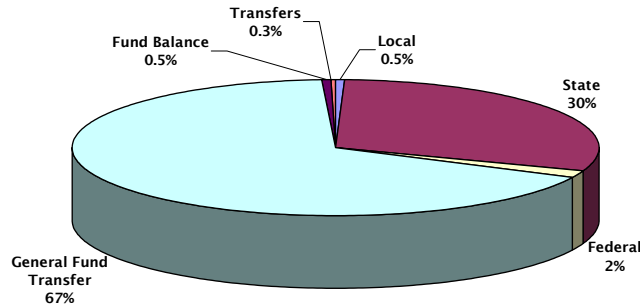


COUNTY OPERATIONS

(\$ in millions)

	Budget FY 06/07	Recommended FY 07/08	\$ Inc/Dec	% Inc/Dec
Administration	\$10.2	\$11.3	\$1.1	11.0%
Judicial	3.5	3.8	0.2	6.5%
Public Safety	25.7	29.1	3.3	13.0%
General Services	3.9	4.6	0.7	18.5%
Human Development	16.9	18.7	1.8	10.7%
Parks, Recreation & Culture	5.8	6.2	0.5	8.3%
Community Development	7.5	8.0	0.5	6.7%
Transfers & Other	127.2	144.3	17.1	13.5%
TOTAL, GENERAL FUND	\$200.6	\$225.9	\$25.3	12.6%

**FY 07/08 SCHOOL DIVISION
RECOMMENDED REVENUES
\$149,457,289**



SCHOOL DIVISION REVENUES

(\$ in millions)

	Budget FY 06/07	Recommended FY 07/08	\$ Inc/Dec	% Inc/Dec
Local	\$0.7	\$0.8	\$0.0	4.3%
State	44.1	44.9	0.8	1.8%
Federal	2.6	2.6	0.0	1.3%
General Fund Transfer	91.2	100.0	8.9	9.7%
Fund Balance/Other Transfers	3.0	1.1	(1.8)	-61.6%
TOTAL, SCHOOL FUND	\$141.6	\$149.5	\$7.9	5.6%
Self-Sustaining Funds	\$14.8	\$15.4	\$0.5	3.5%

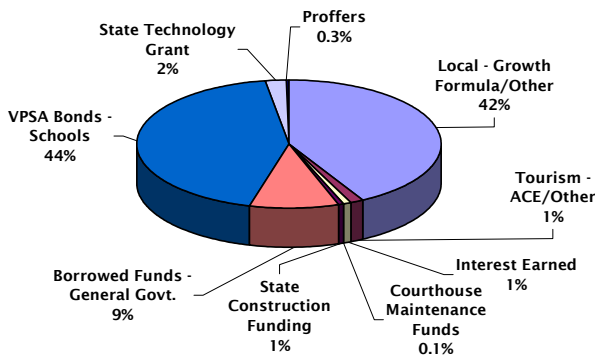
NOTE: Totals may not agree due to rounding

CAPITAL BUDGET AT A GLANCE

FY 2007/08 Recommended Capital Improvements Budget

FY 2007/08 CIP Revenues

\$28,185,000

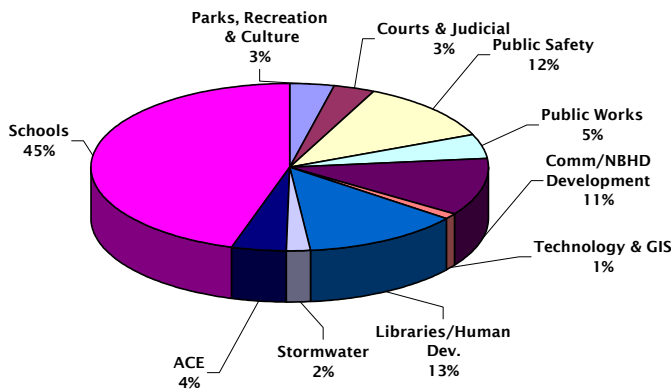


CIP Revenues (\$ in thousands)	FY 07/08
Local - Growth Formula/Other	13,912
Tourism - ACE/Other	472
Interest Earned	300
Courthouse Maintenance Funds	32
State Construction Funding	197
Borrowed Funds - General Govt.	3,129
VPSA Bonds - Schools	14,403
State Technology Grant	700
Use of Reserves	-5,060
Proffers	100
TOTAL CIP REVENUES	<u>\$28,185</u>

* Reflects \$5.060 million allocation to reserves

FY 2007/08 Expenditures

\$28,185,000

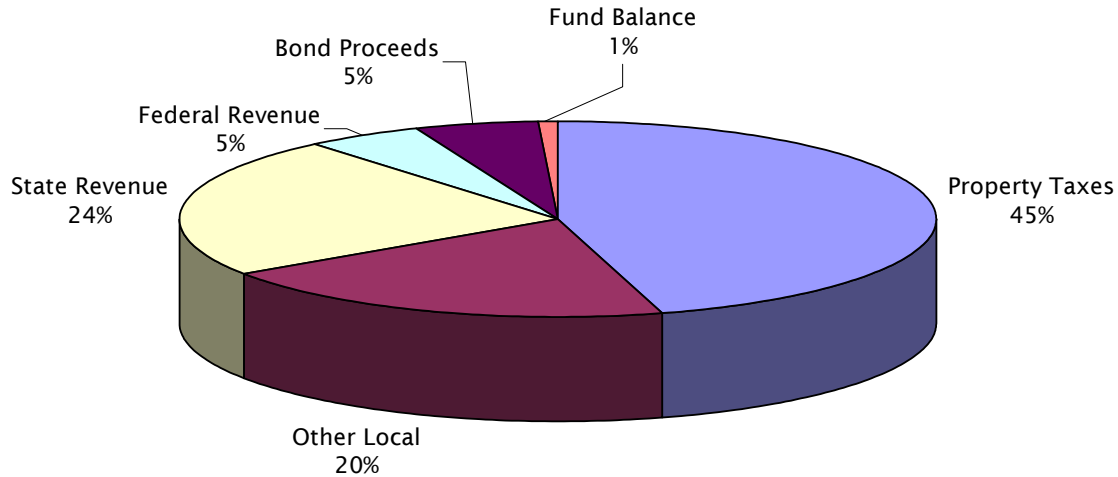


CIP Expenditures (\$ in thousands)	FY 07/08
Parks, Recreation & Culture	883
Courts & Judicial	314
Public Safety	2,273
Public Works	1,685
Comm/NBHD Development	2,979
Technology & GIS	895
Libraries/Human Dev.	206
Stormwater	725
ACE	1,627
Schools	16,598
TOTAL CIP EXPENDITURES	<u>\$28,185</u>

* Totals may not agree due to rounding.

TOTAL COUNTY REVENUES

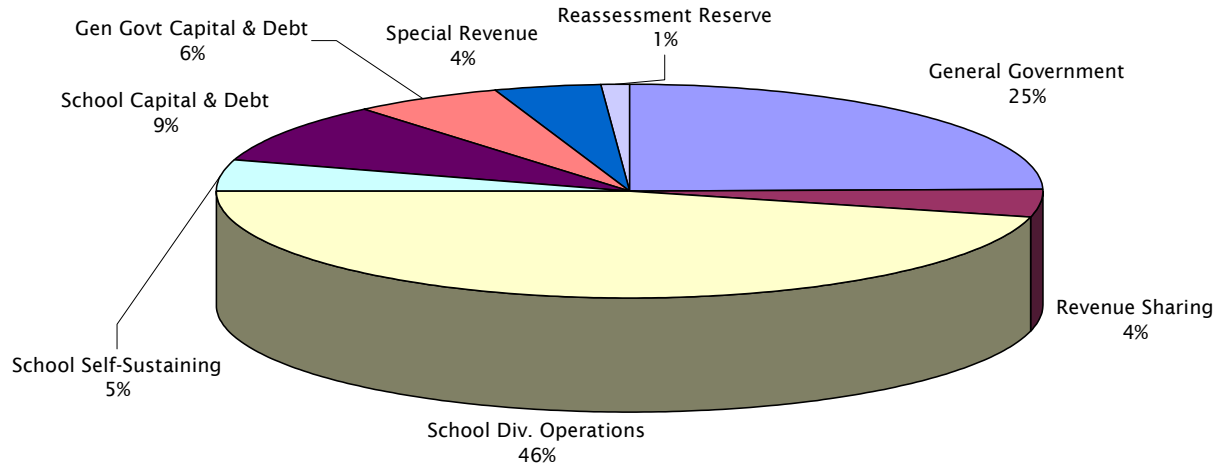
FY 07/08 RECOMMENDED REVENUES \$315,405,892



	FY 05/06 ACTUAL	FY 06/07 APPROP	FY 06/07 REVISED	FY 07/08 PROJECTED	FY 07/08 RECOMM	\$ REC-APP	% REC/APP
Local Revenue							
Property Taxes	\$94,640,394	\$110,707,878	\$110,750,528	\$130,675,370	\$130,675,370	\$19,967,492	18.0%
Other Local Revenue	59,036,883	58,656,087	58,779,872	62,551,321	62,540,715	3,884,628	6.6%
SUBTOTAL	\$153,677,277	\$169,363,965	\$169,530,400	\$193,226,691	\$193,216,085	\$23,852,120	14.1%
State Revenue	67,076,134	72,631,218	72,786,116	73,410,878	73,410,878	779,660	1.1%
Federal Revenue	14,488,663	14,523,474	14,579,284	15,202,178	15,202,178	678,704	4.7%
Fund Balance	2,298,206	3,092,167	5,386,314	1,017,221	1,017,221	(2,074,946)	-67.1%
SUBTOTAL	\$237,540,279	\$259,610,824	\$262,282,114	\$282,856,968	\$282,846,362	\$23,235,538	9.0%
Capital Projects	\$25,177,944	\$39,034,175	\$84,860,371	\$32,559,530	\$32,559,530	(6,474,645)	-16.6%
TOTAL, ALL FUNDS	\$262,718,223	\$298,644,999	\$347,142,485	\$315,416,498	\$315,405,892	\$16,760,893	5.6%

TOTAL COUNTY EXPENDITURES

FY 07/08 RECOMMENDED EXPENDITURES \$315,405,892

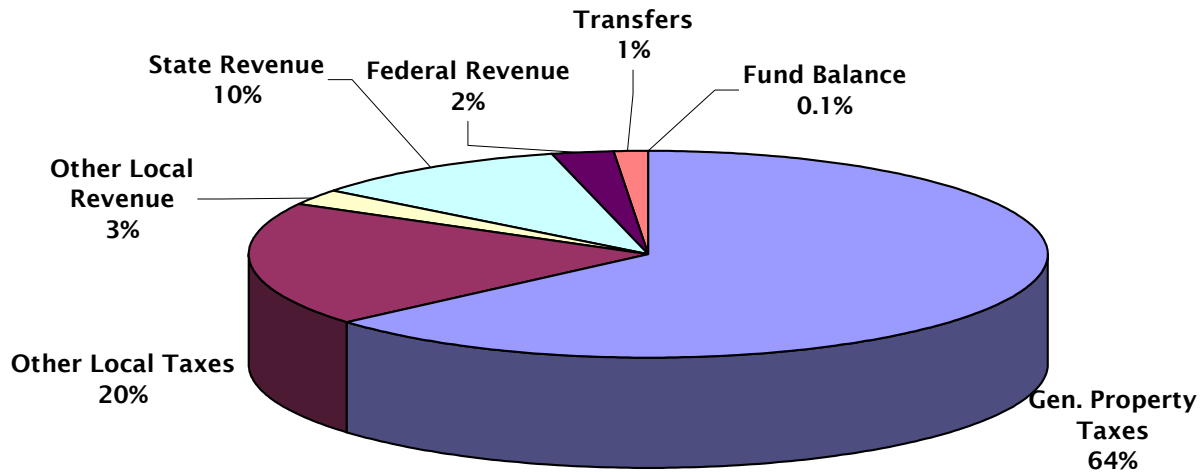


	FY 05/06 ACTUAL	FY 06/07 APPROP	FY 06/07 REVISED	FY 07/08 REQUEST	FY 07/08 RECOMM	\$ REC-APP	% REC/APP
EXPENDITURES							
General Fund	\$60,599,943	\$71,014,738	\$72,507,134	\$82,101,471	\$78,040,921	\$7,026,183	9.9%
School Div Operations	121,825,024	137,607,027	137,627,909	147,399,089	145,495,821	7,888,794	5.7%
School Self-Sustaining	14,324,760	14,430,310	15,297,659	14,954,196	14,954,196	523,886	3.6%
Special Revenue Funds	11,609,633	12,636,933	12,927,595	12,958,240	12,921,979	285,046	2.3%
Debt Service	13,504,293	13,787,000	13,787,000	14,721,044	14,721,044	934,044	6.8%
SUBTOTAL - OPERATING	\$221,863,653	\$249,476,008	\$252,147,297	\$272,134,040	\$266,133,961	\$16,657,953	6.7%
Capital Projects	23,528,390	39,034,175	84,860,371	32,559,530	32,559,530	(6,474,645)	-16.6%
Revenue Sharing	9,742,748	10,134,816	10,134,816	13,212,401	13,212,401	3,077,585	30.4%
Annual Reassessment Reserve	0	0	0	3,500,000	3,500,000	3,500,000	
TOTAL - ALL FUNDS	255,134,791	298,644,999	347,142,484	321,405,971	315,405,892	16,760,893	5.6%

NOTE: Totals are net of transfers.

GENERAL FUND REVENUES

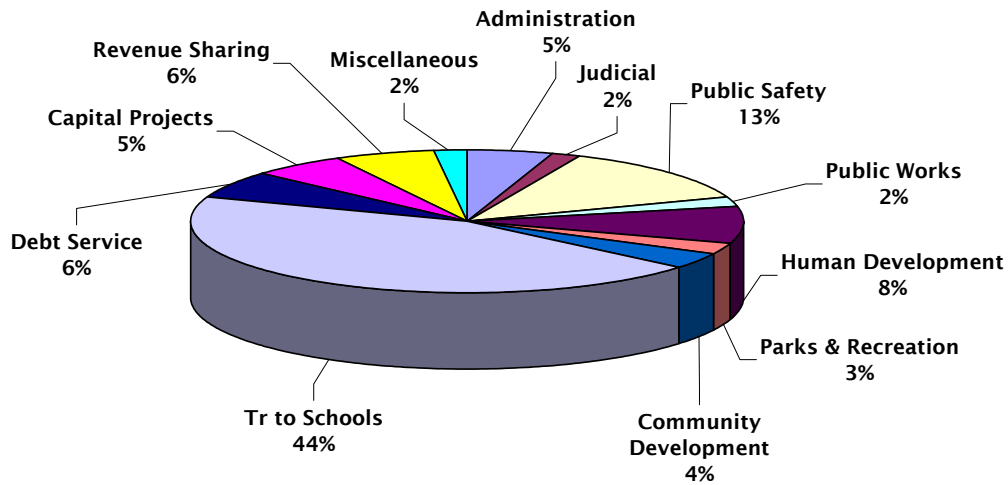
**FY 07/08 RECOMMENDED
GENERAL FUND REVENUES
\$225,878,094**



	FY 05/06 ACTUAL	FY 06/07 BUDGETED	FY 06/07 PROJECTED	FY 07/08 ESTIMATE	FY 07/08 RECOMM	\$ REC-ADP	% REC/ADP
REVENUES							
Local Revenue							
Gen. Property Taxes	\$107,248,615	\$122,288,803	\$123,193,455	\$143,390,900	\$143,390,900	21,102,097	17.3%
Other Local Taxes	41,953,432	41,447,600	42,397,850	44,163,100	44,163,100	2,715,500	6.6%
Other Local Revenue	5,318,773	4,906,889	5,488,860	5,843,706	5,843,706	936,817	19.1%
SUBTOTAL	\$154,520,820	\$168,643,292	\$171,080,165	\$193,397,706	\$193,397,706	\$24,754,414	14.7%
State Revenue	\$23,473,315	\$23,485,265	\$23,368,334	\$23,631,059	\$23,631,059	\$145,794	0.6%
Federal Revenue	4,178,663	5,031,967	4,965,840	5,515,178	5,515,178	483,211	9.6%
Transfers	2,126,851	2,874,293	2,913,838	3,036,930	3,036,930	162,637	5.7%
Fund Balance	0	537,991	2,019,691	297,221	297,221	(240,770)	-44.8%
SUBTOTAL	\$29,778,829	\$31,929,516	\$33,267,703	\$32,480,388	\$32,480,388	\$550,872	1.7%
TOTAL GENERAL FUND	\$184,299,649	\$200,572,808	\$204,347,868	\$225,878,094	\$225,878,094	\$25,305,286	12.6%

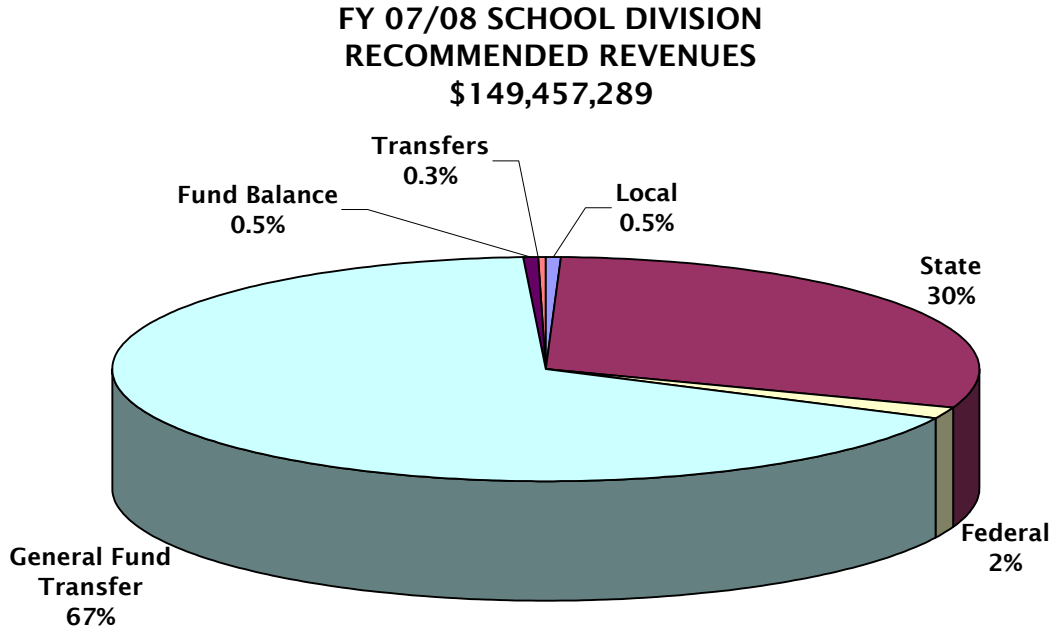
GENERAL FUND EXPENDITURES

FY 07/08 RECOMMENDED GENERAL FUND EXPENDITURES \$225,878,094



	FY 05/06 ACTUAL	FY 06/07 APPROP	FY 06/07 REVISED	FY 07/08 REQUEST	FY 07/08 RECOMM	\$ REC-APP	% REC/APP
EXPENDITURES							
Administration	\$9,042,619	\$10,159,767	\$10,202,758	\$11,634,365	\$11,273,162	\$1,113,395	11.0%
Judicial	3,170,689	3,528,917	3,615,403	3,764,079	3,758,015	229,098	6.5%
Public Safety	22,324,990	25,723,789	25,773,468	31,454,582	29,070,678	3,346,889	13.0%
Public Works	3,065,473	3,908,551	4,750,886	4,968,582	4,629,783	721,232	18.5%
Human Development	14,947,165	16,830,502	16,892,855	19,041,641	18,624,586	1,794,084	10.7%
Education	22,060	22,060	22,060	27,381	27,381	5,321	24.1%
Parks & Recreation	5,180,150	5,759,627	5,741,577	6,260,805	6,238,046	478,419	8.3%
Community Development	6,644,304	7,483,241	7,819,970	8,609,300	7,988,058	504,817	6.7%
SUBTOTAL	\$64,397,451	\$73,416,454	\$74,818,977	\$85,760,735	\$81,609,709	\$8,193,255	11.2%
Tr to Schools	\$80,981,192	\$91,165,717	\$91,165,717	\$100,023,166	\$100,023,166	\$8,857,449	9.7%
Tr to Debt Service	12,904,398	13,222,725	13,222,725	14,163,343	14,163,343	940,618	7.1%
Tr to Capital Projects	11,348,846	10,946,923	10,916,923	12,211,602	12,211,602	1,264,679	11.6%
Revenue Sharing	9,742,748	10,134,816	10,134,816	13,212,401	13,212,401	3,077,585	30.4%
Refunds	53,017	146,590	146,590	146,590	146,590	0	0.0%
Contingency Reserves	0	1,539,583	1,590,017	4,446,462	4,511,283	2,971,700	193.0%
Other	289,115	0	193,800	0	0	0	-
SUBTOTAL	\$115,319,316	\$127,156,354	\$127,370,588	\$144,203,564	\$144,268,385	\$17,112,031	13.5%
TOTAL GENERAL FUND	\$179,716,767	\$200,572,808	\$202,189,565	\$229,964,299	\$225,878,094	\$25,305,286	12.6%

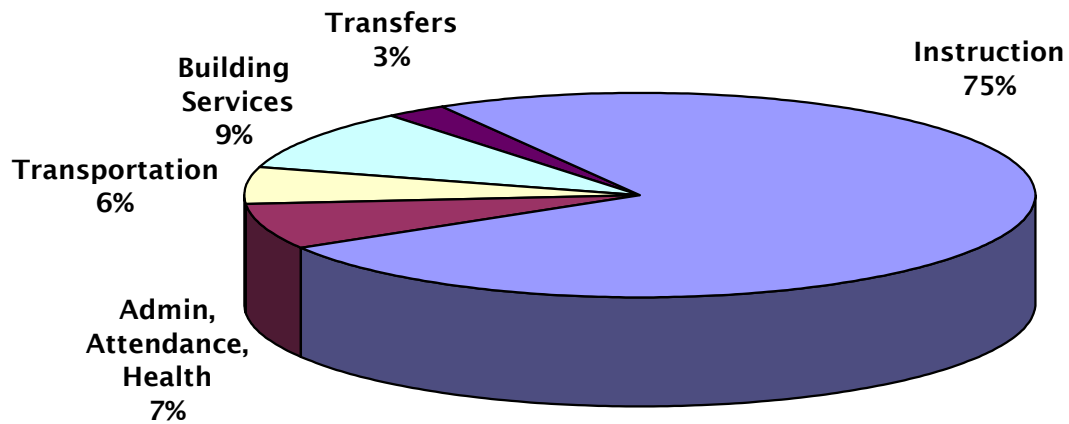
SCHOOL DIVISION REVENUES



	FY 05/06 ACTUAL	FY 06/07 APPROP	FY 06/07 REVISED	FY 07/08 PROJECTED	FY 07/08 RECOMM	\$ REC-APP	% REC/APP
SCHOOL FUNDS							
Local	\$1,232,595	\$732,351	\$753,233	\$763,622	\$763,622	\$10,389	1.4%
State	39,230,651	44,101,364	44,101,364	44,908,195	44,908,195	806,831	1.8%
Federal	2,570,598	2,585,306	2,585,306	2,618,306	2,618,306	33,000	1.3%
General Fund Transfer	80,981,192	91,166,228	91,166,228	100,023,166	100,023,166	8,856,938	9.7%
Fund Balance	0	2,554,176	2,554,176	720,000	720,000	(1,834,176)	-71.8%
Transfers In	424,000	424,000	424,000	424,000	424,000	0	0.0%
TOTAL SCHOOL FUNDS	\$124,439,036	\$141,563,425	\$141,584,307	\$149,457,289	\$149,457,289	\$7,872,982	5.6%

SCHOOL DIVISION EXPENDITURES

FY 07/08 REQUESTED SCHOOL DIVISION EXPENDITURES \$151,360,557



	FY 05/06 ACTUAL	FY 06/07 APPROP	FY 07/08 REQUEST	\$ REC-APP	% REC/APP
SCHOOL FUNDS					
Instruction	\$93,717,946	\$105,076,799	\$113,018,595	\$7,941,796	7.6%
Admin, Attendance, Hea	8,047,277	10,095,902	10,854,178	758,276	7.5%
Transportation	8,000,081	8,749,376	9,128,634	379,258	4.3%
Building Services	12,059,668	13,703,594	14,397,682	694,088	5.1%
Transfers	3,407,027	3,937,754	3,961,468	23,714	0.6%
TOTAL SCHOOL FUNDS	\$125,231,999	\$141,563,425	\$151,360,557	\$9,797,132	6.9%
Less Available Revenues			(\$149,457,289)		
Shortfall			\$1,903,268		

FINANCIAL SUMMARY

COMPARATIVE REAL PROPERTY TAX RATES

<u>Selected Counties (top 20 in population)</u>	<u>2006 Population</u>	<u>2006 Basic Tax Rate*</u>
Roanoke	90,135	1.11
Chesterfield	292,491	1.04
Fauquier**	64,612	0.99
Stafford	120,511	0.97
Henrico**	286,842	0.90
Loudoun**	269,605	0.89
Fairfax**	1,016,483	0.89
Arlington**	194,358	0.878
Hanover	96,309	0.86
James City	59,183	0.785
Prince William**	369,216	0.758
Albemarle County	90,806	0.74
York	63,139	0.6975
Montgomery	88,454	0.67
Bedford	65,033	0.65
Spotsylvania**	117,737	0.62
Rockingham	72,909	0.58
Augusta	70,034	0.58
Frederick	70,575	0.525
Pittsylvania	62,275	0.48
Averages		0.78
Charlottesville	39,758	0.99

*Per \$100 of assessed value

**Each of these localities also levies special service district taxes

Sources:

Tax Rates: *Virginia Local Tax Rates, 2006*, 25th Annual Edition, Weldon Cooper Center for Public Service

Population: *Estimates of Population for Virginia and its Localities, Final 2005 & Provisional 2006*, Weldon Cooper Center for Public Service, Demographics & Workforce Section, www.coopercenter.org/demographics/

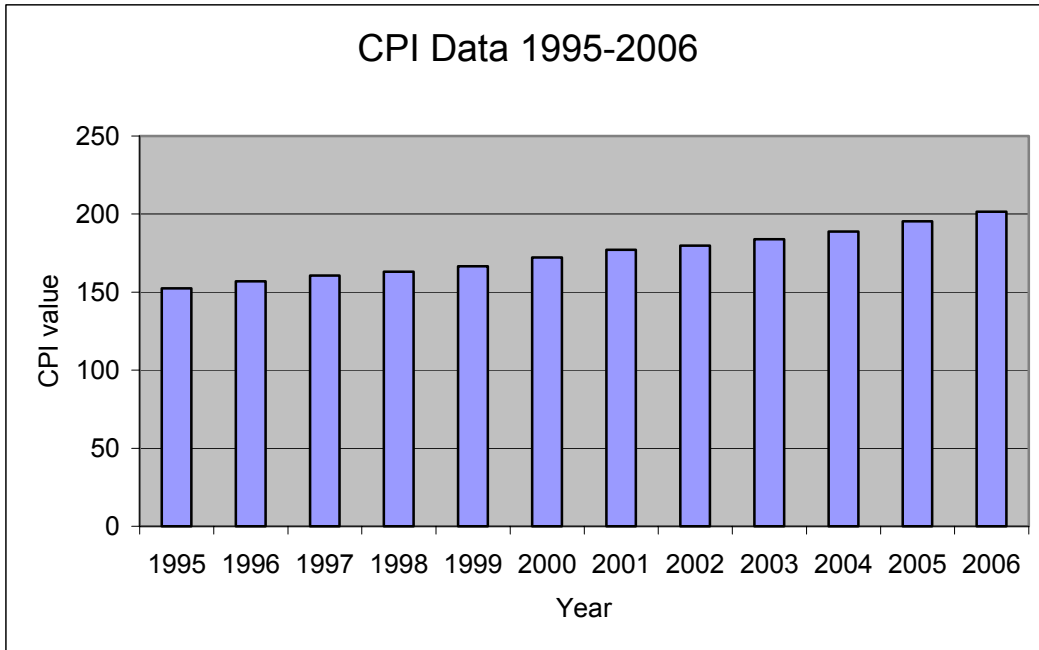
COMPARATIVE EXPENDITURES

COMPARATIVE PER CAPITA EXPENDITURES FY 04/05									
Locality	General Admin.	Judicial Admin.	Public Safety	Public Works	Health & Welfare	Education	Parks, Rec., & Culture	Community Development	Total Expenditures
Fairfax	113.65	32.73	449.52	133.63	396.73	1,788.95	113.19	117.29	3,215,226,492
Prince William	84.65	37.66	437.19	98.83	170.71	1,683.55	96.30	114.16	967,494,000
Chesterfield	86.11	42.54	428.73	61.85	189.20	1,446.84	51.49	46.45	674,193,919
Henrico	185.15	37.75	429.16	149.79	191.90	1,249.83	85.13	98.52	687,639,522
Loudoun	92.47	32.63	327.12	88.76	235.35	1,876.56	127.05	125.58	733,057,708
Arlington	152.62	71.32	659.82	261.76	640.44	1,575.32	244.67	83.94	721,741,259
Stafford	72.65	38.94	340.79	44.12	143.24	1,698.14	70.80	34.78	286,618,212
Spotsylvania	68.48	37.77	260.48	58.40	153.63	1,629.24	58.76	26.55	261,436,340
Hanover	70.60	35.11	384.96	61.97	195.96	1,445.15	61.97	43.85	218,689,365
Albemarle	70.00	32.73	276.43	31.65	266.13	1,371.43	59.57	99.97	207,599,178
Roanoke	73.54	35.37	319.46	149.30	181.16	1,319.71	69.18	14.43	194,594,367
Montgomery	61.58	19.78	94.70	64.43	160.37	910.01	31.94	17.43	119,564,316
Rockingham	47.65	30.45	239.28	53.50	179.65	1,395.59	33.56	35.67	144,299,247
Augusta	46.52	18.55	192.99	36.65	215.37	1,257.13	33.31	17.77	125,280,406
Frederick	82.50	40.56	257.94	115.84	132.05	1,533.33	73.32	33.49	153,386,508
Bedford	39.03	33.87	186.45	99.22	206.92	1,191.90	42.09	80.00	119,536,020
Fauquier	138.60	56.99	268.32	258.41	212.20	1,601.53	61.22	66.21	167,532,322
York	107.91	45.86	354.47	159.17	180.08	1,611.56	89.40	53.13	161,558,475
Pittsylvania	26.70	34.03	153.31	38.82	262.98	1,137.95	13.68	65.71	107,109,492
James City	101.42	73.67	348.76	88.79	178.71	1,445.26	163.84	176.88	145,876,420
Charlottesville	196.59	67.99	807.66	246.57	891.19	1,427.60	218.47	129.54	159,026,301
Average (top 20 & Charlottesville)	91.35	40.78	343.69	109.59	256.38	1,456.98	85.66	50.61	455,783,803
All Counties	90.48	39.56	330.39	103.68	265.64	1,463.49	74.71	75.02	

Source: Commonwealth of Virginia, Auditor of Public Accounts. *Comparative Report of Local Government Revenues & Expenditures for the Fiscal Year Ended June 30, 2005.* Richmond, Virginia

* This amount excludes \$88.54 per capita paid to the City of Charlottesville under the revenue sharing agreement. The per capita amount published in the report is 188.51 and includes revenue sharing.

CONSUMER PRICE INDEX TRENDS



The Consumer Price Index (CPI) is a statistical description of price levels, provided by the U.S. Department of Labor, which is used as a measure of inflation, or changes in prices of various goods. The most commonly used index is the Consumer Price Index for Urban Consumers (CPIU), which is an index of prices of various consumer goods. The County uses the average annual (national) CPIU to measure inflationary increases from one year to the next. Since 1995, the rate of inflation as measured by the CPIU has generally been between 2 and 3 percent. The 2006 inflation rate was 3.2 percent.

